

App F IX 4

Previous References

1936

File No 105-26

Serial Nos 17, 19, 20, 23

Letter References

Jul 162 38861-2

GENERAL AND REVENUE SECRETARIAT

Serial Nos 702

Part B for Dec 37

SUBJECT

Loan transactions of the B. of Commerce

8/23) The ind Comm, B of
No 2 5230 of 10 12 37

WD 0418-GPB-2 500-23886

States that Govt consider it desirable
for the ind cl to invest the amount Rs 6 lakhs in the
Govt Savings Bank

15 / 38

Serial
No

17

Letter No A-27-360/36-37 dated 4-9-37 from the Municipal Commissioner, Bangalore city requesting sanction to the resolution of the Municipal Council that a sum of Rs 6 lakhs out of the loan amount be deposited with the Mysore Bank as a Fixed Deposit at 2% interest for a period of one year.

The Municipal Commissioner reports that out of the debenture loan of Rs 20 lakhs raised by the Municipality, a sum of Rs 9 lakhs has so far been utilised, leaving a balance of Rs 11 lakhs. It is stated that a sum of Rs 5 lakhs would be required to meet the bills for works during the current year and that the balance of Rs 6 lakhs would not be required for the present. It is therefore proposed to keep the sum of Rs 6 lakhs which is not required immediately as a Fixed Deposit in the Mysore Bank at 2% for one year.

2-It may be stated in this connection that even the sum of Rs 5 lakhs which is proposed to be utilised for works during the current year may not perhaps be required till the end of the year, as the bills for works would be received

Me File No 105

1322-
2

of 1936

General and Revenue
Secretariat

only after they are actually executed The
Municipality is unnecessarily paying interest
at 3 1/2 % on Rs 11 lacs

3 Sanction of Govt is required for the proposal
under Section 56 (1) of the City Meters Regulation
Submitted for orders

Rmr
11/9

Levy 1/9)

2
1/9/-

4 If Secy may also consult the
unutilised portion of the loan may be
invoked to better advantage elsewhere as
the Council is needlessly paying
interest on 11 lacs

For perusal

Rmr

11 members)

1293) 2/9/

5 This may be done. But what
are the works that the Municipal
Council is unable to take up?

Rmr

11/9/37

6 The Loan Transactions of the Bangalore
City Municipality are discussed in detail
in the enclosed File For perusal

OFFICE VI
P O BE FL
10-37
2082

Inquire please

Rmr
13931

Proposal of the Bangalore City Municipal Council to deposit
Rs 6 lakhs out of the loan amount with the Mysore Bank
132

General and Revenue
Secretariat

File No

of 193

[App F III-2

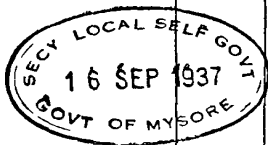
Serial
No

RECEIVED
GENERAL SECRETARY
16 SEP 1937



11 May be tried
new

L.S.
2/1/91



NOTE—Contn Sheet

Opinion as to how long the Municipal Council can
pay interest charges on money which has
been borrowed and for which it has no use

13937
2/1/91

PL Secy
men comppts

7 It should be possible for the Commissioner
to arrange with the Mysore Bank -- by persuasion
personally -- to get back 5 lakhs worth of the bonds
now at par paying cash to the Bank and resell the
same to the Bank in convenient instalments of 1/2 a
lakh each at par between 1-8-1938 and 1-12-1939 or
thereabouts If he can do this there will be no
loss of interest I cannot think of a
better arrangement for a temporary investment
of five lakhs

1579
2/1/91

15937

8 Draft letter to the Municipal Council is
submitted for approval or advice

Rmr
15/9/37

L.S.
2/1/91

9 Dft for approval

16937

11 members

10 The Secy, L.S. & G may please
appear to me
new 18/8/37

Investment of the surplus loan amount by
Bangalore city Municipality 1322

McFile No 105

of 1936

General and Revenue
Secretariat

12 Please put up typed draft as revised
this and the file connected with the
loan transactions of the Bangalore city
municipality must be submitted to Dewan for
approval

For
20/9/37

13 Typed draft submitted as directed, in the
Rm file relating to the loan transactions of
the Bangalore City Municipality

Levy L S S)

14 Draft to the Commissioner
Bangalore city in the matter of avoiding
needless payment of interest on loan
amount not required for use in the
near future is for approval

15 Paras 5 to 12 in linked file on
the loan transactions of the city
municipality are also for approval

For
21/9/37

Dewan)

1. Mr
21-9-37

Please enclose the same as noted
in para 5-

For 14/9/37 and put up draft
22/9/37

DEWAN'S OFFICE

21 SEPT 1937

2087

TYPING
4 45 PM
20 SEP 1937
GENL.

T J we
pl put up
21/9/37

SECY LOCAL SELF GOVT
21 SEP 1937
GOVT OF MYSORE

(P. S. S. S. S.)

TYPING SECTION
22 SEP 1937
STN
GENL & REV SEC

Loan transactions of the Bangalore city Mty

General and Revenue
Secretariat

Me File No 105

1322
L

of 1936

[App F III-2

Serial
No

1 The Municipal Commissioner, Bangalore city
No 2 2978 dated 23-9-37

Requests that endeavours may be made
to get back bonds to the value of Rs 6 lakhs
by paying cash and send the same to
the Mysore Bank in convenient instalments.

1 Draft no para 5 is submitted for approval

Rmr
25/9/37

Sm
25/9/37

20 The Municipal Commr, Bangalore city
No 2 3174 dated 28-9-37

Enquires what are the works which
the Municipal Council are unable to undertake

Do letter No A1- 27-360/36 dated 11-10-37
from the Municipal Commissioner, Bangalore city
stating that he spoke to the chairman and
some of the Directors of the Mysore Bank who
said that the question will have to be placed
before the meeting of the Directors.

1 Submitted for perusal with reference to
paras 11, 14, 15 & 16 supra

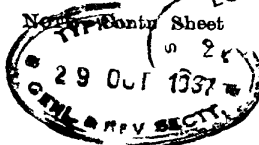
Rmr
14/10

414 (SS)

2/14/37

Sus A
30/9

Given to the
the Reg. Mty



22 Letter to the Mty as drafted
23 Issue please to be signed by the Reg. Mty
to the Secy for signature

WD 0284-GPB-30 000-13 3

Issued No 2 3882 29-10-37

Investment of the surplus loan amount by
Bancroft & Manchester 2/

Loan transactions of the Bangalore city Mty -
Camp 6 $\sqrt{2090}$

File No

of 193

General and Revenue
Secretariat

Letter No A1-27/36-37 dated 21-10-37
from the Municipal Commissioner, Bangalore
city stating that action is being taken
to undertake all the works included in
the loan programme and that ^{as} the
outlay for these works for one year would
not cover the loan amount, the surplus
amount is proposed to be invested -

21 Submitted for perusal with reference
to para 5 supra

Rmr jfr 4/11/37
30/10

2/30/11

25 Jm
302037

2/30/11

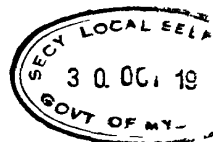
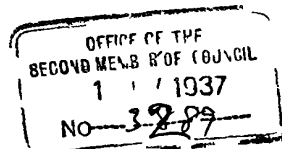
11 member)

26 All
2/11/37

for
Jm
3/1/37

2/3/11

3 a letter No A1-27-360/1937-38 dated 3 ¹¹/₃₇
from the Municipal Commissioner Bangalore city
regarding the purchase of bonds from the
Mysore Bank of the value of Rs 6 lakhs
27 The Municipal Commissioner states
that the Chairman of the Mysore Bank



✓
Sw A
5/11

Loan transactions of the Bangalore City Municipality

General and Revenue
Secretariat

File No

2090 $\sqrt{2294}$
of 193

[App F III-2

Serial
No

who was consulted in the matter has stated that the Bank might agree to sell back the bonds to the Municipality but that it would not commit itself to repurchase them at par. The Municipal Commissioner further states that he has written to the Bank officially in the matter and that their reply is awaited.

28) Submitted for perusal

Rm *for*
6/11/37

Levy (15)

$\frac{2}{6/11/}$

29) For perusal

for

8/13/37

11 member)

all

10/11/37

for

10/11

from the Municipal commr, Bangalore city

D.O. No. 41-27-360

Dt 16-11-37

Forwards letter dated 12-11-37 received from the Mysore Bank and requests sanction to the resolution of the Mt Council dated 4-9-37

$\frac{V}{S \& B}$
10/11

NOTE—Contn Sheet

Loan transactions of the Bangalore City Municipality

File No 105

of 1936

General and Revenue
Secretariat

454

30) subd with reference to paras
7 and 11 supra The Bank is not
agreeable to the proposal referred to
therein subd with a draft
sanctioning the resolution dated
9-8-37 of the Municipality for approval on
12/11/37

Henry (15)

2
17/11-

31 To
Mn

18/10/37

32 II member)
I agree May be subd to
Mr Dewan through Mr. Jay

19/11/37

19/11/37

19/11/37

33 The proposal of the Bangalore City Municipality
is to invest Rs 6 lakhs as a Fixed deposit for one year
in the Bank of Mysore at 2% interest It does not appear
to be desirable or safe to invest such a large amount in
the Bank of Mysore In respect of savings Bank accounts
opened for Public and Quasi-public funds interest at
one and three-fourths per cent per annum is allowed on

OFFICE OF THE
MEMBER OF COUNCIL
18 NOV 1937
NO 3875

SECY LOCAL SELF
18 NOV 19
GOVT OF M

OFFICIAL SECRETARIAT
U O No FI 1429
13 NOV 1937

Loan Transactions of the Bangalore City
2468

General and Revenue
 Secretariat

File No

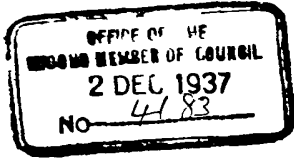
105

of 193

6-37

[App F, III-2 454]

Serial
 No



- HAN S OFFICE

- DEC 1937

No 2648

shd may
will

balances ~~up~~ in excess of Rs 10,000 in addition to interest at $2\frac{1}{2}\%$ per annum on balances up to Rs 10,000/- and these rates of interest are also allowed in respect of Railway Cess and other deposits of Local Bodies I think that the Municipality may leave the amount in the Savings Bank alone at the above rates of interest and this will enable the Municipality to withdraw the amount whenever required even within one year If however the Municipality is not willing to forego the small difference of one-fourth per cent, I think that Government may allow 2% as a special case on this deposit for one year as is allowed by the Bank of Mysore and retain the money in the Treasury

Mr 29/11

30/11/37

7/11 member
Duran

Recd 4/12/37

35) Mr 4-12-37

30) Mr 4-12-37

37) subd with a draft letter for

28/12 approval

Levy (55)

Draft - Rs 1000

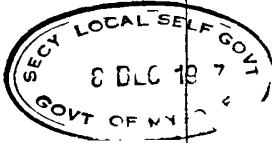
WD 0.84-GPB-30,000-13 3

28/12

28/12 28/12

10/12-37

For perusal after
8/12
10/12



TE-Conf Sheet

1070

To the Municipal Commr, Bangalore 23
No L 5230 Dt 10-12-37

states that the Govt consider
it desirable for the Municipal Council
to invest the amount of Rs 6/- lakhs
in the Govt Savings Bank and
that Govt would pay an interest
of 2% as a special case for
one year

No L 5231 dated 10-12-37

forwards copy of the above
to the Comptroller for necessary
action

✓
B
12/17/12

BANGALORE CITY MUNICIPALITY

MUNICIPAL OFFICES

Bangalore 4-9- 1937

No A1-27-360/36-37
on receipt 9 9 37

1322

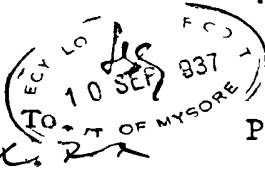
From

M SESHADRI ESQ M A

10 SEPT 1937

MUNICIPAL COMMISSIONER

Bangalore



P H KRISHNA RAO ESQ, M A

Chief Secretary to the Government of

His Highness the Maharaja of Mysore

L S G Department, Bangalore

SIR

So even
this is
not
needed
immediately
from

I have the honour to state that out of the Loan amount of Rs 20 lakhs recently raised by issuing debentures a sum of - Rs 9 lakhs has so far been utilised to clear the amount borrowed from Government and to meet the bills connected with the works in progress under the loan scheme. A further sum of Rs 5 lakhs would be required to meet the bills coming up during the year. Thus there would still be a sum of Rs 6 lakhs lying idle in the Bank of Mysore. The Municipality has to be paying interest at 3½%. It has therefore been proposed to invest this 6 lakhs as a fixed deposit in the said - Bank for a period of one year at 2 per cent per annum. The Municipal Council have approved of this proposal at their meeting held on 9-8-1937. A copy of the resolution is herein enclosed. I request the favour of your obtaining sanction of Government to the proposal at an early date.

Forwarded with compliments

P. Subbanna Chetty
Honorary President

I have the honour to be,

Sir,

Your most obedient servant,

M. Seshadri
MUNICIPAL COMMISSIONER
28/9

Proceedings of the Ordinary adjourned general meeting of the
City Municipal Council, Bangalore, held on Monday the 9th
August 1937 at 4. P.M. in the Council Chamber of the City
Municipal Office, Bangalore.

P r e s e n t.

P Subbarama Chetty, Esq.,
Honorary President.

Councillors.

- | | |
|-----------------------------------|-----------------------------------|
| 1. Mr. P. Venkataswamy. | 13. Mr. L. Munisamy. |
| 2. " N. Balakrishnaiah. | 14. " Y. Chamaraja Iyengar. |
| 3. " T. H. Laxmanthappa. | 15. " A. Gubbiah. |
| 4. " Belur Srinivasa Iyengar. | 16. " P. K. Kameswara. |
| 5. " P. J. Deshyan Iyengar. | 17. " S. V. Venkataranga Iyengar. |
| 6. " Vaidyarama P. Kameswara. | 18. " L. P. Narasimha Iyengar. |
| 7. " Lalal Thiwari. | 19. " S. L. Mannoji Rao. |
| 8. " S. N. M. Razvi. | 20. " L. Abdul Kader. |
| 9. " B. S. Shankarappa Chetty. | 21. Dr. K. Iyengar. |
| 10. " I. J. Purushothama Iyengar. | 22. Mr. P. Purikesan Pillay. |
| 11. " D. Venkataramanappa. | 23. Sri P. Kalyanamma. |
| 12. " D. L. Pyanna. | |

A b s e n t

- | | |
|---------------------------|--------------------------------|
| 1. Mr. P. V. Naranna. | 4. Mr. N. Krishnaswamy Pillay. |
| 2. " C. J. Narasimha Rao. | 5. " C. S. Masarulla Sheriff. |
| 3. " C. J. Gerdachar. | 6. " B. Abdur Rahman. |

Subje t No 2

Office Note requesting sanction for depositing a sum of Rs 6 lakhs out of the loan amount as a Fixed deposit in the Bank of Mysore Also the opinion of the Managing Committee meeting dated 28th June 37 that ^{the} amount be deposited for one year at 2% interest

Resolution - Approved

Sd P Subbarama Chetty
Honorary President

C o p y

M. S. Chetty
Municipal Commissioner.

MS
4/9

PSI

2 2978
To

HC 105-36-19
The Municipal Commissioner,
Bangalore City,
(through the Pdt City Ml Cl B City)

Sir,

With reference to your letter No A1
27-360/36-37 dated the 4th September
1937, requesting sanction to the resolu-
tion of the Municipal Council that a sum
of Rs 6/- lakhs out of the debenture loan
of Rs 20/- lakhs be deposited with the
Mysore Bank as a Fixed Deposit at 2%
interest for a period of one year, I am
directed to observe that the Municipal
Council would have done well if they
had limited the issue of debentures in
the first instance to the amount requir-
ed for the works taken in hand As the
Municipal Council are now paying inter-
est on an amount that is not required
for use, I am to request that endea-
vours may kindly be made (by personal
persuasion if necessary) to get back
bonds of the value of Rs 6/- lakhs at
par by paying cash to the Bank and re-
sell the same to the Bank in convenient
instalments of half a lakh each at par
between 1-8-1938 and 1-12-1939 or there-
abouts

I have etc
DRAFT) *mm*
24/3/38
Secy to Govt
L S G Deptt

P T O

GOVERNMENT OF HIS HIGHNESS THE MAHARAJA OF MYSORE

General and Revenue Secretariat

Bangalore Dated 28th September 1937

L3174/me 105-3620

From

The Secretary to the Government of His Highness the Maharaja of Mysore

To

The Municipal Commissioner,
Bangalore City (THROUGH the President)

Sir

In continuation of this office letter No L 2978 dated 23rd September 1937 suggesting that bonds of the value of Rs 6 lakhs may be got back from the Mysore Bank by paying cash and resell the same to them in convenient instalments, I am directed to enquire what are the works that the Municipal Council are unable to undertake now, necessitating the investment of the surplus amount of the loan

I have the honor to be,
Sir,
Your most obedient servant,

Mr. Jagan Muru

For Secretary to Government
L S G Department

Rmr

S R 2

SUBJECT

Diary No of letter replied to

General and Revenue Secretariat

()
the 193

Date of issue

28-9-37

Signed by

Mrs MSH

List of enclosures

Copied by

Examined by

Section MR

File No 105-36

Serial No 20

No 23174

To

The Municipal Commissioner,
Bangalore city
(through the President)

Sr

In continuation of this office letter No. 22978 dated 23-9-37 suggesting that bonds of the value of Rs 6 lacs may be got back from the Mysore Bank by paying cash - and resell the same to them in Government instalments I am directed to enquire ^{what} ~~about~~ are the works that the Municipal Council are unable to undertake now, necessitating the investment of the surplus amount of the loan.

I have etc

2/10/37

Secy & Secy
Mr. Ramm

D O No A, 27 360/36

Camp No 6/L
Office of the Municipal Commissioner

Dated Bangalore 11-10-1937



Dear Mr Krishna Rao,

*Please put up in file
for submission to the
Members for renewal
2
13/10*

9 With reference to your letter No *22978*
dated *23rd September 1937* suggesting that the Bank of Mysore may
be moved to sell ^{the} this Municipality debentures to the -
value of Rs 6 lakhs, at par with the assurance that
they will be purchased by the Bank as and when the -
Municipality needs necessary, I write to say that I
spoke to the Chairman of ^{the} Bank and some of ^{the} Directors
They have not given me a definite reply They gave
me to understand that the question will have to be -
placed before the meeting of the Directors

Yours Sincerely,

M. J. K. Rao

P H Krishna Rao, Esq, M.A.,
Secretary to the Government
of H H the Maharaja of Mysore,
(L S G Department) Bangalore

PSK

BANGALORE CITY MUNICIPALITY.

2590
L

MUNICIPAL OFFICES

Bangalore 21-10-1937

No A1-27/36 3)

From Narayana Rao, Esq (Mons)

~~M. SESHADRI, Esq. M.A.~~

2600

MUNICIPAL COMMISSIONER

Bangalore City



H Krishna Rao, Esq

Chief Secretary to the Government of

His Highness the Maharaja of Mysore

L S G Department, Bangalore

SIR

Re works under taken under the Loan Scheme

R
(Lmt 16) With reference to your letter No L 3174/11 105-30-20 dated 28-9-37, enquiring as to what are the works that the Municipal Council are unable to undertake now, I have the honour to state that necessary action is being taken in respect of all the works undertaken under this scheme as per details furnished in my letter No A1-27-30/30-30-37 dated 29-9-37 as the outlay for these works during the course of next one year would not cover the entire loan amount of Rs 10 and odd now available, it has been proposed to keep a sum of Rs 6.1 in fixed deposit for one year

Forwarded with compliments

P. Subbarao
Honorary President

I have the honour to be

Sir

Your most obedient servant

S. Narayana

PSK

Municipal Commissioner

ms
21/10

L3882 | ml 105-36 & 29-10 37

29-10 37
Mr P H L

Dear Mr Narayanaswami
I am glad to write
~~Please~~ I refer to your
Mr. Seshadri's letter as

D. D. no. 112, 36
36
dated 11 x 37 and to
regret to be informed

what further progress
been made in the on

of increasing the Bank
of my own to ~~sell the~~
the gift of ^{purchase} ~~the~~ ^{debenture}

to the value of six lakhs
and resale in the Bank
year later
Very early reply
requested

Yours sincerely
S. M. M.

✓ Narayanaswami

M. M. M.

D O No

60/1937-38

Dated, Bangalore 3rd Nov 1937



15 NOV 1937

Mr Rao
Dear Mr Krishna Rao,

With reference to your D O letter No L 3882 dated 29th October 1937, regarding the purchase of 3½ % debentures of this Municipality, from the Bank of Mysore, Ltd, I write to state that I spoke to Sir K P Puttanna Chetty (the Chairman of the Bank) in this matter on the 1st instant. He said that the Bank might agree to sell back the bonds now as a special case but that it would not commit itself to re-purchasing them at par as desired, and added that the Bank could only re-purchase them at the market rate prevailing at the time. I have written to the Bank officially in the matter and as soon as a definite reply is received, I shall communicate the result to you.

Yours sincerely,

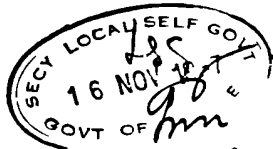
S. Varadachari
S

P H Krishna Rao, Esq, M A
Secretary to Government,
L S G Department,
Bangalore

BS

S NARAYANA RAO
M O.M.M

D O No A1-27-360/1937-38



26/11

Dear Mr Krishna Rao

CITY MUNICIPALITY

Dated Bangalore 15th Nov

1937

2468
K
404

In continuation of my D O letter No A1-27-360/1937-38 dated 3rd November 37, regarding the purchase of 3½ percent, Bangalore City Municipal debentures of the value of Rs 6/- lakhs from the Bank of Mysore, Ltd, I forward herewith, for your information, copy of letter No M 463 (confidential) dated 12th November 1937, received from the Bank and to request that, under the circumstances explained by the Bank, sanction of Government to the resolution of the Municipal Council dated 4-9-37 for keeping the amount of Rs 6/- lakhs as a fixed deposit in the Bank for one year at the rate of 2% interest, may be kindly obtained and communicated early

Yours sincerely,

S. Narayana Rao

P H Krishna Rao, Esq, M A
Secretary to Government,
L S G Department, Bangalore

BS

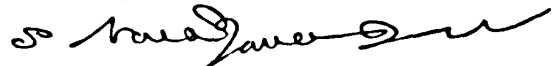
Copy of letter No M 463 (confidential) dated 12th Nov 37
from the Manager, The Bank of Mysore, Ltd , to the Municipal
Commissioner, Bangalore City Municipality, Bangalore

I have to acknowledge with thanks receipt of your letter
No A1-27-360/37-38 of the 1st instant, inquiring whether this
Bank is prepared to sell to the Municipality 3½% City Municipal
Debentures for Rs six lakhs, and subsequently to re-pur-
chase them as outlined in your letter

This matter was very carefully considered at a meeting
of the Board of this Bank on the 11th instant, and I am
directed to inform you that the Directors much regret that
they cannot see their way to entertain the proposal

--- 0 ---

"C o p y"



Municipal Commissioner

15/11

15/11

BS

SUBJECT

Diary No of letter replied to

General and Revenue Secretariat

()
the 193

Date of issue 10 12 37

Signed by *for on 5/1*

List of enclosures

Copied by

Examined by

*206/5
9/12/37*

Section *ML*
File No *105-36*
Serial No *23*

No *L 5230*

To *the Municipal comm Bdty*
(thru' the President)
Sir,

with reference to the
correspondence ending
with ^{your} letter No *A 1-27-360* dated *15 11 37*
forwarding the proposal of
the Bangalore city Municipality
to invest a sum of *Rs 6/- lakhs*
out of the loan amount of 2 lakhs
as a fixed deposit for one
year in the Bank of Mysore
at 2% interest, I am directed
to state that Govt consider
it desirable ^{for the Bdty} to ~~invest~~ the above
amount of *Rs 6/- lakhs* in
the Govt ^{Treas and Inv Bdty} Savings Bank
~~above used that, As a~~
special case, Govt ^{will be} ~~will be~~
^{perpetual} allow ~~2%~~ ^{at 2%} interest, on this

default for one year as, notwithstanding
the same was not paid and the same
is allowed by the Bank
of Mysore

I have etc

Yr

2/8/14 secy to govt
8.12.37
L S & Deptt.

memo from 25-231/me dated 5.10.12.37

copy to the comptroller

for information and
taking necessary action (thru the Quilvest)

By order

Yr 8.12.37

2/8/14 secy to govt
L S & Deptt.

12-7/12

GOVERNMENT OF HIS HIGHNESS THE MAHARAJA OF MYSORE

General and Revenue Secretariat

Dated Bangalore 10th December 1937

No L 5-230/one 105 36-23

From

The Secretary to the Government of His Highness the Maharaja of Mysore
Local Self Government Department

To

The Municipal Commissioner,
Bangalore City
Through the President, City Municipal Council, Bangalore

Sir

With reference to the correspondence ending with your letter No A 1 27-360 dated 15th November 1937 forwarding the proposal of the Bangalore City Municipality to invest a sum of Rs 6 lakhs out of the loan amount of 20 lakhs as a Fixed Deposit for one year in the Bank of Mysore at 2% interest I am directed to state that Government consider it desirable for the Municipal Council to invest the above amount of Rs. 6 lakhs in the Government Savings Bank As a special case, Government will be prepared to allow interest at 2 per cent on this deposit for one year, that is to, say the same rate what is paid on the Fixed Deposit by the Bank of Mysore

I have the honor to be

Sir,

Your most obedient servant

M. V. Jagan M. M. M.
For Secretary to Government
L S G Department